

January 14, 2004

CFO-DIS-2004-0001

**Vendor Notice concerning Westinghouse Savannah River
Company Exemption from Payment of South Carolina
Sales and Use Tax**

Dear Vendor:

Westinghouse Savannah River Company (WSRC) is the Prime Contractor managing and operating the Savannah River site for the United States Department of Energy. All purchases for goods and services made by WSRC in its role as prime contractor for the Savannah River site become the property of or are for the benefit of the U. S. Government. All goods purchased are consumed or incorporated into projects at the Savannah River site in Aiken, South Carolina. None of the purchases are made for the purpose of resale. Accordingly, the South Carolina Sales and Use Tax Act, Chapter 12-36-2120 Paragraph 29, provides for the exemption of WSRC as follows: "Exempted from the taxes imposed by this chapter are the gross proceeds of sale or sales price of: (Paragraph 29) tangible personal property purchased by persons under a written contract with the federal government when the contract necessitating the purchase provides that title and possession of the property is to transfer from the contractor to the federal government at the time of purchase or after the time of purchase."

Please call me at (803) 952-8844 or E-mail me at wsrc-acctspay@srs.gov if you have any questions.

Sincerely,

R.K. Bromley, Manager
Accounts Payable Department
Westinghouse Savannah River Company

RKB/fw

